

## City of Annapolis FY 2010 Adopted Budget All Funds Summary

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The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equities, revenues and expenditures/expenses. Budgets for the following funds are included in this document:

*General Fund* - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

*Enterprise Funds* - The Enterprise Funds are used to account for those activities of the City which are financed and operated in a manner similar to private business enterprises where costs and expenses, including depreciation, are recovered principally through user charges. Individual operations which the City of Annapolis has designated as Enterprise Funds include the Water, Sewer, Off Street Parking, Dock, Market, Transportation, Stormwater Management and Refuse Funds. A description of the individual activities of each Enterprise Fund are given later in this section of the budget.

*Special Revenue Fund* - Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted by legal and regulatory provisions to finance specific activities. The City's Special Revenue Fund is used to account for Community Development Block Grants received from the Federal Government.

*Capital Projects Fund* - The Capital Projects Fund is used to account for financial resources and expenditures applied to the construction of capital facilities and major purchased items for all governmental fund types.

The following tables summarize the FY 10 Adopted budget for the General and Enterprise Funds.

<b><i>FY 2010 Adopted Revenues and Expenditures By Fund</i></b>	<b><i>Revenues</i></b>	<b><i>Expenditures</i></b>	<b><i>Inc /Surplus(Dec/Deficit) in Fund Equity/Retained Earnings</i></b>
General	\$61,078,080	\$61,078,080	\$0
Water	3,990,000	4,784,890	(794,890)
Sewer	5,510,000	5,966,110	(456,110)
Off Street Parking	4,251,700	4,251,700	0
Dock	1,050,000	1,050,000	0
Market	109,000	104,850	4,150
Transportation	5,390,360	5,390,360	0
Stormwater Mgmt	467,000	467,000	0
Refuse	3,400,000	3,400,000	0
<b>Grand Total</b>	<b>\$85,246,140</b>	<b>\$86,492,990</b>	<b>(\$1,246,850)</b>

**City of Annapolis FY 2010 Adopted Budget  
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The schedule below shows the anticipated beginning and ending fund balance for each of the City's nine operating funds. The fund balance is the accumulated total of all prior years' actual revenues in excess of expenditures, commonly referred to as "surplus". Maintaining a prudent fund balance level is critical to ensuring that the City is able to cope with financial emergencies and fluctuations in revenue cycles.

<i><b>General Fund Balance</b></i>	<i><b>Actual FY 2008</b></i>	<i><b>Projected FY 2009</b></i>	<i><b>Budget FY 2010</b></i>
<b>Beginning balance</b>	<b>\$9,827,960</b>	<b>\$9,601,580</b>	<b>\$8,982,390</b>
<b>Revenues</b>			
Taxes	29,230,560	33,205,000	34,536,000
Licenses and permits	2,442,380	2,224,800	2,974,560
Fines and forfeitures	1,225,610	1,270,000	1,400,000
Money and property	1,548,010	1,264,800	6,416,050
Intergovernmental	14,154,330	16,774,570	12,926,470
Current services	2,212,970	2,770,000	2,825,000
Total revenues	50,813,860	57,509,170	61,078,080
<b>Expenditures</b>			
General government	7,570,370	11,871,480	12,626,430
Public safety	31,172,700	33,351,170	33,566,790
Community services	3,311,140	3,590,810	3,274,690
Public works	3,509,320	5,521,860	5,601,270
Debt	4,024,240	5,399,390	6,037,700
Total expenditures	49,587,770	59,734,710	61,106,880
Other financing sources / (uses)	(1,452,470)	1,606,350	28,800
<b>Ending balance</b>	<b>\$9,601,580</b>	<b>\$8,982,390</b>	<b>\$8,982,390</b>

**City of Annapolis FY 2010 Adopted Budget  
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<i><b>Water Fund Balance</b></i>	<i><b>Actual FY 2008</b></i>	<i><b>Projected FY 2009</b></i>	<i><b>Budget FY 2010</b></i>
<b>Beginning balance</b>	<b>\$6,705,110</b>	<b>\$5,545,030</b>	<b>\$4,222,940</b>
<b>Revenues</b>			
Charges for Services	3,283,230	3,289,000	3,500,000
Capital facility fees	387,270	350,000	450,000
Grant Income	10,000	-	-
Administrative	-	-	794,890
Other	118,880	50,000	40,000
Total revenues	3,799,380	3,689,000	4,784,890
<b>Expenses</b>			
Salaries	1,677,490	1,958,480	1,962,240
Utilities	379,270	359,760	350,800
Repairs and maintenance	482,120	433,320	443,360
Materials and supplies	294,080	392,870	345,130
Contractual services	312,340	159,170	103,270
Administrative charge (credit)	963,770	448,140	478,450
Depreciation	548,220	548,220	463,140
Other	272,170	711,130	638,500
Total expenses	4,929,460	5,011,090	4,784,890
Other financing sources / (uses)	(30,000)	-	-
<b>Ending balance</b>	<b>\$5,545,030</b>	<b>\$4,222,940</b>	<b>\$4,222,940</b>

**City of Annapolis FY 2010 Adopted Budget  
All Funds Summary**

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<i><b>Sewer Fund Balance</b></i>	<i><b>Actual FY 2008</b></i>	<i><b>Projected FY 2009</b></i>	<i><b>Budget FY 2010</b></i>
<b>Beginning balance</b>	<b>\$12,682,810</b>	<b>\$13,793,880</b>	<b>\$15,454,780</b>
<b>Revenues</b>			
Charges for Services	4,603,530	4,990,000	4,900,000
Capital facility fees	589,950	417,000	530,000
Administrative	-	-	456,110
Other	102,740	80,000	80,000
Total revenues	5,296,220	5,487,000	5,966,110
<b>Expenses</b>			
Salaries	715,300	763,380	845,260
Utilities	172,570	179,000	179,000
Repairs and maintenance	240,640	344,180	288,840
Materials and supplies	57,730	59,980	59,980
Contractual services	1,751,330	1,227,660	3,230,990
Administrative charge (credit)	388,940	(70,920)	(34,470)
Depreciation	625,580	617,340	609,300
Other	233,060	705,480	787,210
Total expenses	4,185,150	3,826,100	5,966,110
Other financing sources / (uses)	-	-	-
<b>Ending balance</b>	<b>\$13,793,880</b>	<b>\$15,454,780</b>	<b>\$15,454,780</b>

**City of Annapolis FY 2010 Adopted Budget  
All Funds Summary**

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<i>Off Street Parking Fund Balance</i>	<i>Actual FY 2008</i>	<i>Projected FY 2009</i>	<i>Budget FY 2010</i>
<b>Beginning balance</b>	<b>\$740,680</b>	<b>\$953,350</b>	<b>\$1,674,950</b>
<b>Revenues</b>			
Charges for Services	3,143,710	2,950,000	4,250,000
Other	31,860	1,300	1,700
Total revenues	3,175,570	2,951,300	4,251,700
<b>Expenses</b>			
Utilities	137,100	131,950	142,200
Repairs and maintenance	68,240	66,410	63,420
Materials and supplies	5,690	6,220	5,790
Contractual services	988,690	1,023,070	1,023,070
Administrative charge (credit)	503,930	(525,400)	(345,900)
Depreciation	413,120	413,120	413,130
Other	418,130	1,114,330	1,341,630
Total expenses	2,534,900	2,229,700	2,643,340
Other financing sources / (uses)	(428,000)	-	(1,608,360)
<b>Ending balance</b>	<b>\$953,350</b>	<b>\$1,674,950</b>	<b>\$1,674,950</b>

**City of Annapolis FY 2010 Adopted Budget  
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<i><b>Dock Fund Balance</b></i>	<i><b>Actual FY 2008</b></i>	<i><b>Projected FY 2009</b></i>	<i><b>Budget FY 2010</b></i>
<b>Beginning balance</b>	<b>\$2,366,370</b>	<b>\$2,654,180</b>	<b>\$3,232,340</b>
<b>Revenues</b>			
Charges for Services	872,890	850,000	900,000
Grant Income	4,700,430	660,000	150,000
Other	39,320	-	-
Total revenues	5,612,640	1,510,000	1,050,000
<b>Expenses</b>			
Salaries	424,630	402,150	443,800
Utilities	27,320	44,200	44,200
Repairs and maintenance	61,340	64,770	59,770
Materials and supplies	37,160	42,380	39,260
Contractual services	16,320	19,380	480
Administrative charge (credit)	374,800	(110,930)	(146,350)
Depreciation	87,030	87,040	87,040
Other	457,830	382,850	412,110
Total expenses	1,486,430	931,840	940,310
Other financing sources / (uses)	(3,838,400)	-	(109,690)
<b>Ending balance</b>	<b>\$2,654,180</b>	<b>\$3,232,340</b>	<b>\$3,232,340</b>

**City of Annapolis FY 2010 Adopted Budget  
All Funds Summary**

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<i><b>Market Fund Balance</b></i>	<i><b>Actual FY 2008</b></i>	<i><b>Projected FY 2009</b></i>	<i><b>Budget FY 2010</b></i>
<b>Beginning balance</b>	<b>\$246,000</b>	<b>\$16,200</b>	<b>(\$567,200)</b>
<b>Revenues</b>			
Charges for Services	76,800	-	109,000
Administrative	-	-	(4,150)
Total revenues	76,800	-	104,850
<b>Expenses</b>			
Utilities	-	-	3,800
Repairs and maintenance	4,550	5,000	5,000
Materials and supplies	270	-	500
Administrative charge (credit)	70,700	26,560	12,150
Depreciation	24,860	24,860	24,860
Other	355,620	526,980	58,540
Total expenses	456,000	583,400	104,850
Other financing sources / (uses)	149,400	-	-
<b>Ending balance</b>	<b>\$16,200</b>	<b>(\$567,200)</b>	<b>(\$567,200)</b>

**City of Annapolis FY 2010 Adopted Budget  
All Funds Summary**

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<i><b>Transportation Fund Balance</b></i>	<i><b>Actual FY 2008</b></i>	<i><b>Projected FY 2009</b></i>	<i><b>Budget FY 2010</b></i>
<b>Beginning balance</b>	<b>\$378,460</b>	<b>\$360,400</b>	<b>(\$1,159,650)</b>
<b>Revenues</b>			
Charges for Services	1,059,750	1,060,000	1,060,000
Grant Income	2,125,270	2,500,000	2,712,000
Other	215,990	40,000	10,000
Total revenues	3,401,010	3,600,000	3,782,000
<b>Expenses</b>			
Salaries	3,648,310	3,553,670	3,713,450
Utilities	58,420	52,520	59,300
Repairs and maintenance	349,500	308,210	201,110
Materials and supplies	445,910	240,070	237,840
Contractual services	16,230	14,100	114,100
Administrative charge (credit)	1,096,750	625,710	808,610
Depreciation	443,620	304,580	236,910
Other	1,562,330	21,190	19,040
Total expenses	7,621,070	5,120,050	5,390,360
Other financing sources / (uses)	4,202,000	-	1,608,360
<b>Ending balance</b>	<b>\$360,400</b>	<b>(\$1,159,650)</b>	<b>(\$1,159,650)</b>



**City of Annapolis FY 2010 Adopted Budget  
All Funds Summary**

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<i><b>Stormwater Management Fund Balance</b></i>	<i><b>Actual FY 2008</b></i>	<i><b>Projected FY 2009</b></i>	<i><b>Budget FY 2010</b></i>
<b>Beginning balance</b>	<b>\$460,610</b>	<b>\$462,490</b>	<b>\$642,440</b>
<b>Revenues</b>			
Charges for Services	467,500	510,000	467,000
Grant Income	4,940	-	-
Other	2,910	-	-
Total revenues	475,350	510,000	467,000
<b>Expenses</b>			
Salaries	162,220	178,420	312,240
Repairs and maintenance	8,960	10,000	10,000
Materials and supplies	18,250	17,500	17,500
Contractual services	102,840	71,110	74,000
Administrative charge (credit)	72,780	53,020	53,260
Other	3,420	-	-
Total expenses	368,470	330,050	467,000
Other financing sources / (uses)	(105,000)	-	-
<b>Ending balance</b>	<b>\$462,490</b>	<b>\$642,440</b>	<b>\$642,440</b>

**City of Annapolis FY 2010 Adopted Budget  
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<i><b>Refuse Collection Fund Balance</b></i>	<i><b>Actual FY 2008</b></i>	<i><b>Projected FY 2009</b></i>	<i><b>Budget FY 2010</b></i>
<b>Beginning balance</b>	<b>\$283,090</b>	<b>\$466,370</b>	<b>\$852,960</b>
<b>Revenues</b>			
Charges for Services	3,282,560	3,500,000	3,400,000
Total revenues	3,282,560	3,500,000	3,400,000
<b>Expenses</b>			
Salaries	1,247,300	1,260,800	1,541,710
Utilities	1,370	1,530	1,900
Repairs and maintenance	83,420	53,640	53,640
Materials and supplies	120,700	131,670	122,190
Contractual services	907,700	982,750	987,250
Administrative charge (credit)	654,260	679,010	689,310
Depreciation	99,530	4,010	4,000
Total expenses	3,114,280	3,113,410	3,400,000
Other financing sources / (uses)	15,000	-	-
<b>Ending balance</b>	<b>\$466,370</b>	<b>\$852,960</b>	<b>\$852,960</b>

**City of Annapolis FY 2010 Adopted Budget  
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<b><i>Revenues</i></b>	<b><i>FY 2008 Actual</i></b>	<b><i>FY 2009 Adopted</i></b>	<b><i>FY 2010 Adopted</i></b>	<b><i>Percent Change</i></b>
Taxes	\$29,230,560	\$31,489,000	\$34,536,000	9.68%
Licenses and Permits	2,442,380	3,143,000	2,974,560	-5.36%
Intergovernmental Revenues	20,994,970	16,387,000	15,788,470	-3.65%
Charges for Services	19,002,940	20,769,500	21,411,000	3.09%
Fines and Forfeitures	1,225,610	1,450,000	1,400,000	-3.45%
Money and Property	2,033,120	1,533,800	1,588,260	3.55%
Other Financing Sources	7,586,860	6,781,220	8,794,700	29.69%
<b>Total Revenues</b>	<b>\$82,516,440</b>	<b>\$81,553,520</b>	<b>\$86,492,990</b>	<b>6.06%</b>

<b><i>Expenditures</i></b>	<b><i>FY 2008 Actual</i></b>	<b><i>FY 2009 Adopted</i></b>	<b><i>FY 2010 Adopted</i></b>	<b><i>Percent Change</i></b>
Personnel	\$48,357,030	\$51,467,390	\$54,895,680	6.66%
Other Operating Expenditures	16,442,180	16,299,880	16,459,890	0.98%
Capital Outlays	458,730	710,000	1,100,000	54.93%
Debt Service	7,046,030	9,309,060	8,994,730	-3.38%
Depreciation	2,241,960	1,988,120	1,838,380	-7.53%
Administrative	3,882,060	(329,540)	3,204,310	-1072.36
Contribution to CIP	3,623,800	2,108,610	-	-100.00%
<b>Total Expenditures</b>	<b>\$82,051,790</b>	<b>\$81,553,520</b>	<b>\$86,492,990</b>	<b>6.06%</b>

**City of Annapolis FY 2010 Adopted Budget  
All Funds Summary**

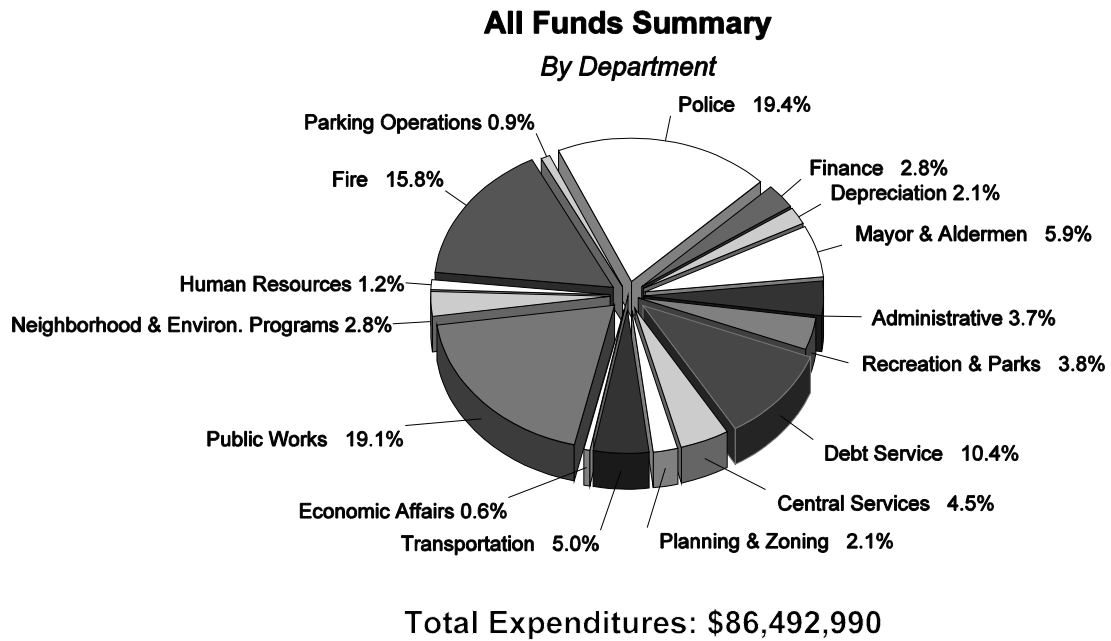
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<i><b>Expenditures by Department</b></i>	<i><b>FY 2008 Actual</b></i>	<i><b>FY 2009 Adopted</b></i>	<i><b>FY 2010 Adopted</b></i>	<i><b>Percent Change</b></i>
Mayor and Aldermen	\$4,214,900	\$4,438,020	\$5,062,650	14.07%
Economic Affairs	326,170	511,640	551,010	7.69%
Finance	2,254,770	2,378,500	2,441,640	2.65%
Human Resources	824,220	906,940	1,003,170	10.61%
Planning & Zoning	1,711,920	1,835,460	1,841,180	0.31%
Central Services	3,411,940	3,566,910	3,858,070	8.16%
Police	15,153,250	15,880,190	16,786,400	5.71%
Parking Operations	662,970	816,790	738,590	-9.57%
Fire	12,505,920	12,308,990	13,624,880	10.69%
Neighborhood & Environ. Programs	2,377,650	2,273,210	2,416,920	6.32%
Public Works	13,984,740	16,208,280	16,530,570	1.99%
Recreation & Parks	3,311,130	3,222,900	3,274,690	1.61%
Transportation	4,518,360	4,129,440	4,325,800	4.76%
Depreciation	2,241,960	1,988,120	1,838,380	-7.53%
Administrative	3,882,060	(329,540)	3,204,310	-1072.36%
Debt Service	7,046,030	9,309,060	8,994,730	-3.38%
Contribution to CIP	3,623,800	2,108,610	-	-100.00%
<b>Total Expenditures</b>	<b>\$82,051,790</b>	<b>\$81,553,520</b>	<b>\$86,492,990</b>	<b>6.06%</b>

## City of Annapolis FY 2010 Adopted Budget All Funds Summary

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The graph below indicates total Adopted FY 10 expenditures (all funds combined) by department.

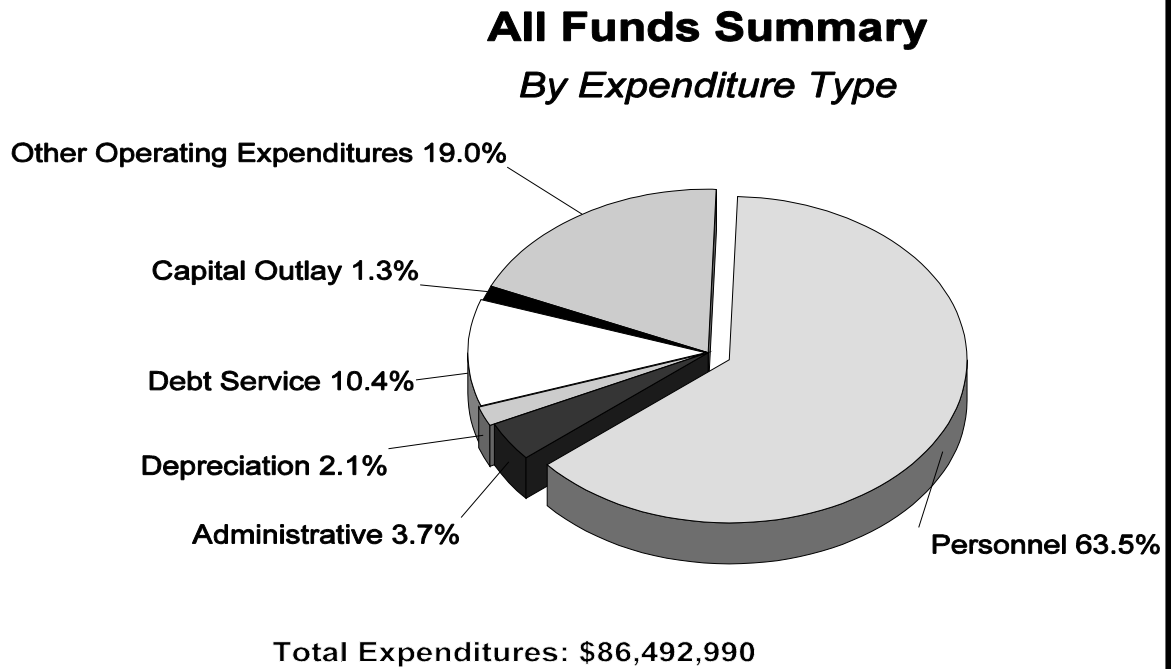


## City of Annapolis FY 2010 Adopted Budget All Funds Summary

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The graph below indicates total Adopted FY 10 expenditures (all funds combined) by major categories of expenditure.



**City of Annapolis**  
**FY 2010 Adopted Revenue Budget for All Funds**

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<b>Department</b>	<b>General Fund</b>	<b>% of Total</b>	<b>Enterprise Funds</b>	<b>% of Total</b>	<b>Department Total</b>	<b>% of Total</b>
Taxes	\$34,536,000	56.54%	\$0	0.00%	\$34,536,000	39.93%
Licenses and Permits	2,974,560	4.87%	0	0.00%	2,974,560	3.44%
Intergovernmental Revenues	12,926,470	21.16%	2,862,000	11.26%	15,788,470	18.25%
Charges for Services	2,825,000	4.63%	18,586,000	73.13%	21,411,000	24.75%
Fines and Forfeitures	1,400,000	2.29%	0	0.00%	1,400,000	1.62%
Money and Property	1,456,560	2.38%	131,700	0.52%	1,588,260	1.84%
Other Financing Sources	4,959,490	8.12%	3,835,210	15.09%	8,794,700	10.17%
<b>Total</b>	<b>\$61,078,080</b>	<b>100.00%</b>	<b>\$25,414,910</b>	<b>100.00%</b>	<b>\$86,492,990</b>	<b>100.00%</b>

**City of Annapolis**  
**FY 2010 Adopted Expenditure Budget By Department for All Funds**

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<i><b>Department</b></i>	<i><b>General Fund</b></i>	<i><b>% of Total</b></i>	<i><b>Enterprise Funds</b></i>	<i><b>% of Total</b></i>	<i><b>Department Total</b></i>	<i><b>% of Total</b></i>
Mayor and Aldermen	\$4,475,140	7.33%	\$587,510	2.31%	\$5,062,650	5.85%
Economic Affairs	551,010	0.90%	0	0.00%	551,010	0.64%
Finance	2,441,640	4.00%	0	0.00%	2,441,640	2.82%
Human Resources	1,003,170	1.64%	0	0.00%	1,003,170	1.16%
Planning and Zoning	1,841,180	3.01%	0	0.00%	1,841,180	2.13%
Central Services	2,314,290	3.79%	1,543,780	6.07%	3,858,070	4.46%
Police	16,786,400	27.48%	0	0.00%	16,786,400	19.41%
Parking Operations	738,590	1.21%	0	0.00%	738,590	0.85%
Fire	13,624,880	22.31%	0	0.00%	13,624,880	15.75%
Neighborhood & Environmental Programs	2,416,920	3.96%	0	0.00%	2,416,920	2.79%
Public Works	5,601,270	9.17%	10,929,300	43.00%	16,530,570	19.11%
Recreation and Parks	3,274,690	5.36%	0	0.00%	3,274,690	3.79%
Transportation	0	0.00%	4,325,800	17.02%	4,325,800	5.00%
Other Expenditures	(28,800)	(0.05)%	5,071,490	19.95%	5,042,690	5.83%
Debt Service	6,037,700	9.89%	2,957,030	11.64%	8,994,730	10.40%
Transfer to Capital Projects	-	0.00%	0	0.00%	0	0.00%
<b>Total</b>	<b>\$61,078,080</b>	<b>100.00%</b>	<b>\$25,414,910</b>	<b>100.00%</b>	<b>\$86,492,990</b>	<b>100.00%</b>



## History of Budgeted and Actual Expenditures by Fund FY 2005 - FY 2010

<i>Fund</i>	<i>FY 2005</i>		<i>FY 2006</i>		<i>FY 2007</i>		<i>FY 2008</i>	
	<i>Actual</i>	<i>Original Adopted Budget</i>	<i>Actual</i>	<i>Original Adopted Budget</i>	<i>Actual</i>	<i>Original Adopted Budget</i>	<i>Actual</i>	<i>Original Adopted Budget</i>
General	\$39,760,440	\$39,754,490	\$45,613,790	\$43,098,000	\$48,186,320	\$46,315,970	\$53,311,570	\$52,920,640
Water	4,259,510	3,798,560	4,447,490	3,922,890	4,234,210	4,164,470	4,959,460	4,633,280
Sewer	5,990,340	5,020,720	6,169,050	5,061,630	5,756,560	5,620,340	4,185,150	5,776,470
Off Street Parking	1,779,060	1,437,410	6,141,820	2,104,760	4,262,940	3,787,150	2,939,120	2,419,990
Dock	777,910	629,180	862,430	655,370	1,471,470	1,495,580	4,991,670	716,340
Market	68,860	102,000	115,880	70,820	347,770	100,000	456,000	102,620
Transportation	5,145,150	3,888,030	5,532,210	4,211,540	5,693,680	4,514,390	7,621,070	4,919,800
Stormwater Mgmt	293,350	240,620	273,600	283,910	275,660	332,830	473,470	376,780
Refuse	3,036,240	2,654,680	3,075,860	2,801,860	2,981,230	3,030,920	3,114,280	3,235,040
<b>Total</b>	<b>\$61,110,860</b>	<b>\$57,525,690</b>	<b>\$72,232,130</b>	<b>\$62,210,780</b>	<b>\$73,209,840</b>	<b>\$69,361,650</b>	<b>\$82,051,790</b>	<b>\$75,100,960</b>

<i>Fund</i>	<i>FY 2009</i>		<i>FY 2010</i>
	<i>Original Adopted Budget</i>	<i>Revised Budget</i>	<i>Adopted Budget</i>
General	\$57,640,160	\$66,900,460	\$61,078,080
Water	4,574,630	4,588,960	4,784,890
Sewer	5,959,600	6,336,100	5,966,110
Off Street Parking	3,351,700	3,289,050	4,251,700
Dock	980,000	1,051,400	1,050,000
Market	106,000	974,000	104,850
Transportation	5,156,910	5,268,350	5,390,360
Stormwater Mgmt	529,520	893,160	467,000
Refuse	3,255,000	3,264,650	3,400,000
<b>Total</b>	<b>\$81,553,520</b>	<b>\$92,566,130</b>	<b>\$86,492,990</b>

## FY 2008- 2010 Budget Comparison by Fund

The following tables compare the FY 2008, FY 2009, and FY 2010 Budgeted revenue and expenditure budgets for all funds.

<i><b>Revenues by Fund</b></i>	<i><b>FY 2008 Adopted</b></i>	<i><b>FY 2009 Adopted</b></i>	<i><b>FY 2010 Adopted</b></i>
General	\$52,920,640	\$57,640,160	\$61,078,080
Water	4,633,280	4,574,630	4,784,890
Sewer	5,776,470	5,959,600	5,966,110
Off Street Parking	2,419,990	3,351,700	4,251,700
Dock	716,340	980,000	1,050,000
Market	102,620	106,000	104,850
Transportation	4,919,800	5,156,910	5,390,360
Stormwater Management	376,780	529,520	467,000
Refuse	3,235,040	3,255,000	3,400,000
<b>Grand Total</b>	<b>\$75,100,960</b>	<b>\$81,553,520</b>	<b>\$86,492,990</b>

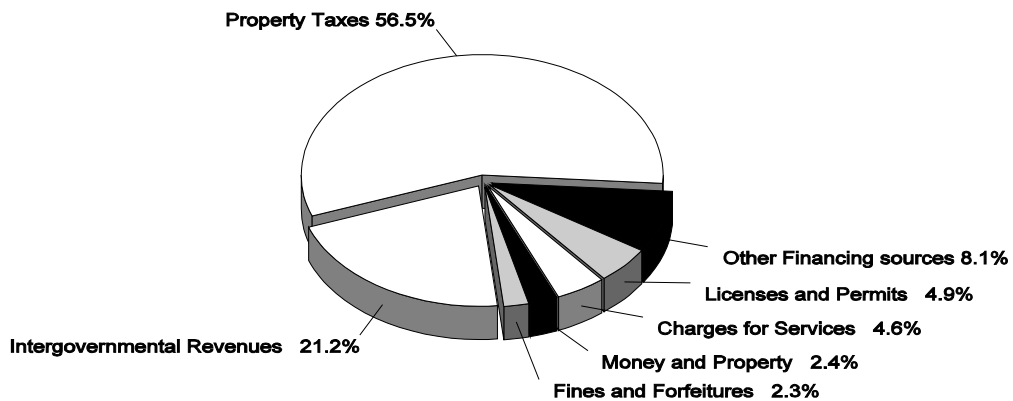
<i><b>Expenditures by Fund</b></i>	<i><b>FY 2008 Adopted</b></i>	<i><b>FY 2009 Adopted</b></i>	<i><b>FY 2010 Adopted</b></i>
General	\$52,920,640	\$57,640,160	\$61,078,080
Water	4,633,280	4,574,630	4,784,890
Sewer	5,776,470	5,959,600	5,966,110
Off Street Parking	2,419,990	3,351,700	4,251,700
Dock	716,340	980,000	1,050,000
Market	102,620	106,000	104,850
Transportation	4,919,800	5,156,910	5,390,360
Stormwater Management	376,780	529,520	467,000
Refuse	3,235,040	3,255,000	3,400,000
<b>Grand Total</b>	<b>\$75,100,960</b>	<b>\$81,553,520</b>	<b>\$86,492,990</b>

## Comparison of Annual General Fund Revenues - All Sources FY 2008 - FY 2010

Total FY 10 General fund revenues are budgeted at \$61,078,080 an increase of 5.96% from FY 09 budgeted revenue and an increase of 15.06% over actual receipts for FY 08. The categorical descriptions below provide greater insight into the various trends affecting the City's revenue streams.

<b>Revenues</b>	<b><i>FY 2008 Actual</i></b>	<b><i>FY 2009 Adopted</i></b>	<b><i>FY 2010 Adopted</i></b>
Property Taxes	\$29,230,560	\$31,489,000	\$34,536,000
Licenses and Permits	2,442,380	3,143,000	2,974,560
Intergovernmental Revenues	14,154,330	14,387,000	12,926,470
Charges for Services	2,212,970	3,268,500	2,825,000
Fines and Forfeitures	1,225,610	1,450,000	1,400,000
Money and Property	1,548,000	1,402,100	1,456,560
Other Financing Sources	2,271,340	2,500,560	4,959,490
<b>Total Revenues</b>	<b>\$53,085,190</b>	<b>\$57,640,160</b>	<b>\$61,078,080</b>

### Comparison of General Fund Revenues *All Sources*



## General Fund Revenues - Detail of Major Revenue Sources

### Property Taxes - General

This category of revenue consists of taxes on the assessed value of real estate (including land, structures and improvements) and taxes on the assessed value of inventory, furniture, and fixtures of business establishments. Property is assessed at 100 % of property value. The tax rate is the amount charged per \$100 of assessed value, as determined by the State Department of Assessments and Taxation. The Mayor and Council establish the tax rate each year in order to finance General Fund activities.

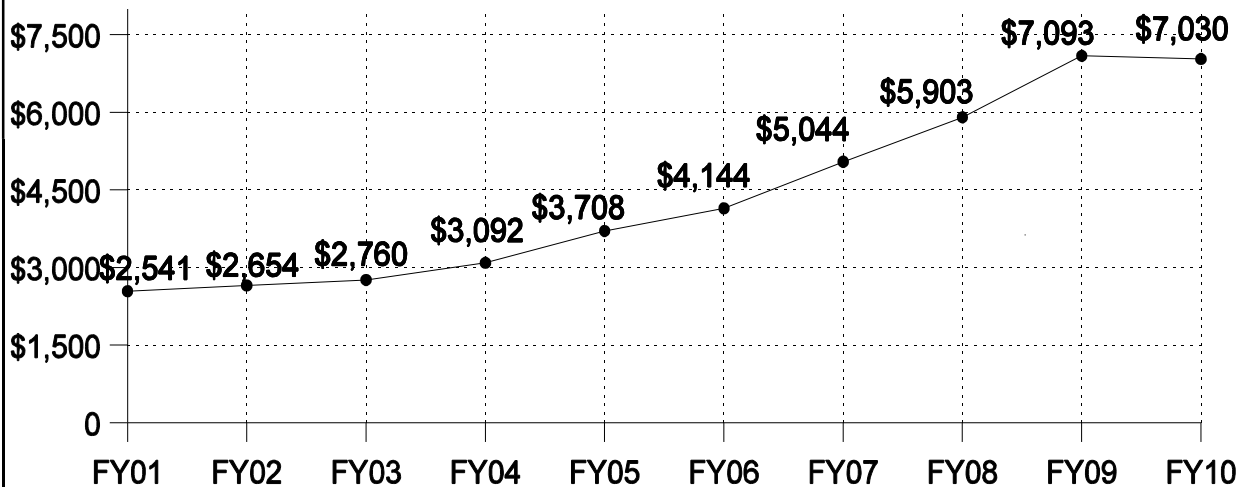
The assessable base of all taxable property fluctuates because of changes to the market value of the existing base or because of the addition of new residential or commercial properties. The City is under a tri-annual assessment period for real property and increases are phased in over three years. FY10 figures represent the first year of a new assessment.

#### Assessable Base of All Taxable Property

In Millions of Dollars

FY 2001 - FY 2010

*Assessable base is defined as the total value of all real and personal property in the City which is used as a basis for levying taxes. Tax exempt property is excluded from the assessable base.*



**General Fund Revenues - Detail of Major Revenue Sources**  
**Property Taxes - General**

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-continued-

A City resident pays a combined tax rate levied by the City, Anne Arundel County, and the State of Maryland. The County tax rate is reduced for City residents because City residents do not utilize certain County services to the same extent they are used by other non-City, County residents. The cost of education, provided by the County, is the major factor in calculating the credit or tax differential. The tax rates for the last ten years based on full assessed values have been as follows:

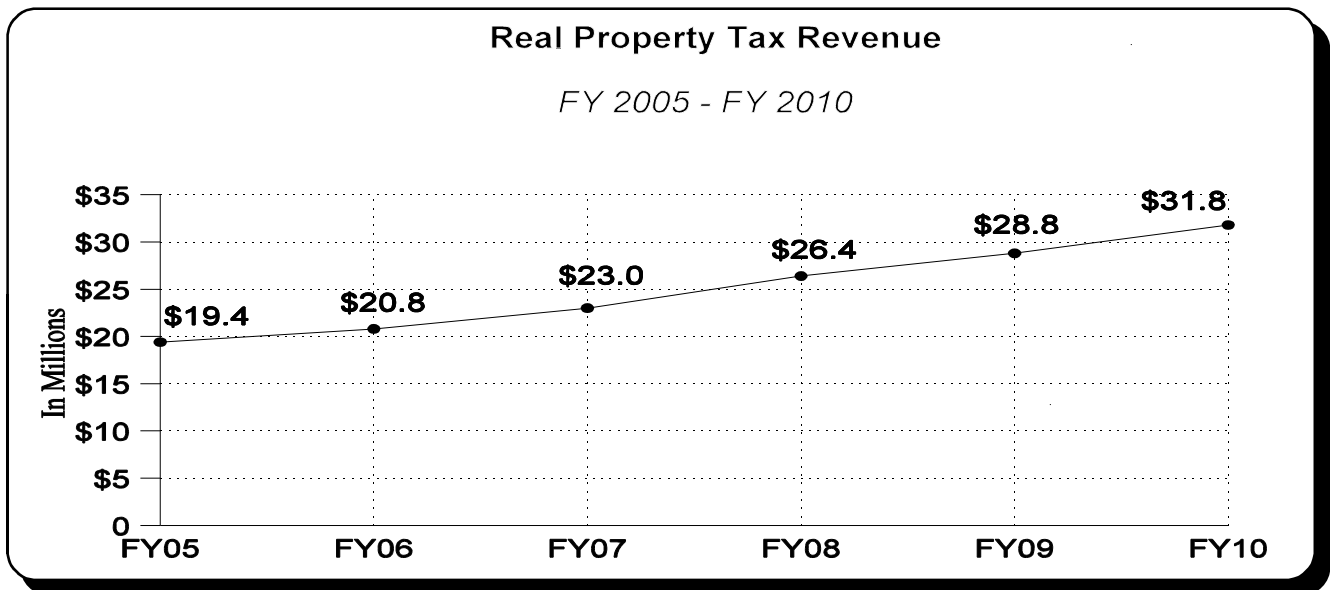
<i><b>Fiscal Year</b></i>	<i><b>City Rate</b></i>	<i><b>County Rate</b></i>	<i><b>State Rate</b></i>	<i><b>Total Rate In the City</b></i>	<i><b>County Tax Differential</b></i>	<i><b>Non-City County Rate</b></i>
10	0.530	0.523	0.112	1.165	0.353	0.876
09	0.530	0.530	0.112	1.172	0.358	0.888
08	0.530	0.531	0.112	1.173	0.360	0.891
07	0.530	0.548	0.112	1.190	0.370	0.918
06	0.560	0.555	0.132	1.247	0.376	0.931
05	0.580	0.561	0.132	1.273	0.380	0.941
04	0.600	0.555	0.132	1.287	0.400	0.955
03	0.624	0.550	0.084	1.258	0.400	0.950
02	0.624	0.556	0.084	1.264	0.404	0.960
01	0.668	0.556	0.084	1.308	0.404	0.960

## General Fund Revenues - Detail of Major Revenue Sources

### Property Tax Revenue

This category of property taxes consists of taxes on the assessed value of real property, which includes land, structures, and improvements. Real property taxes are charged on both residences and commercial establishments. In FY 10, real property taxes alone constitute 52% of the City's General Fund budget, net of appropriation of fund balance.

The calculation of assessed value begins with an estimate prepared by the State of the assessed value of all property that will be on the tax roles as of the beginning of the City's FY 10. The estimate of tax revenue is based on multiplying the assessed value by the tax rate, taking into account when during the year the tax on new property is taxed and the impact of appeals and late payments from previous years.



**Real Property Tax Revenue History, Projections and Percent Change**  
**FY 2005 - FY 2010**

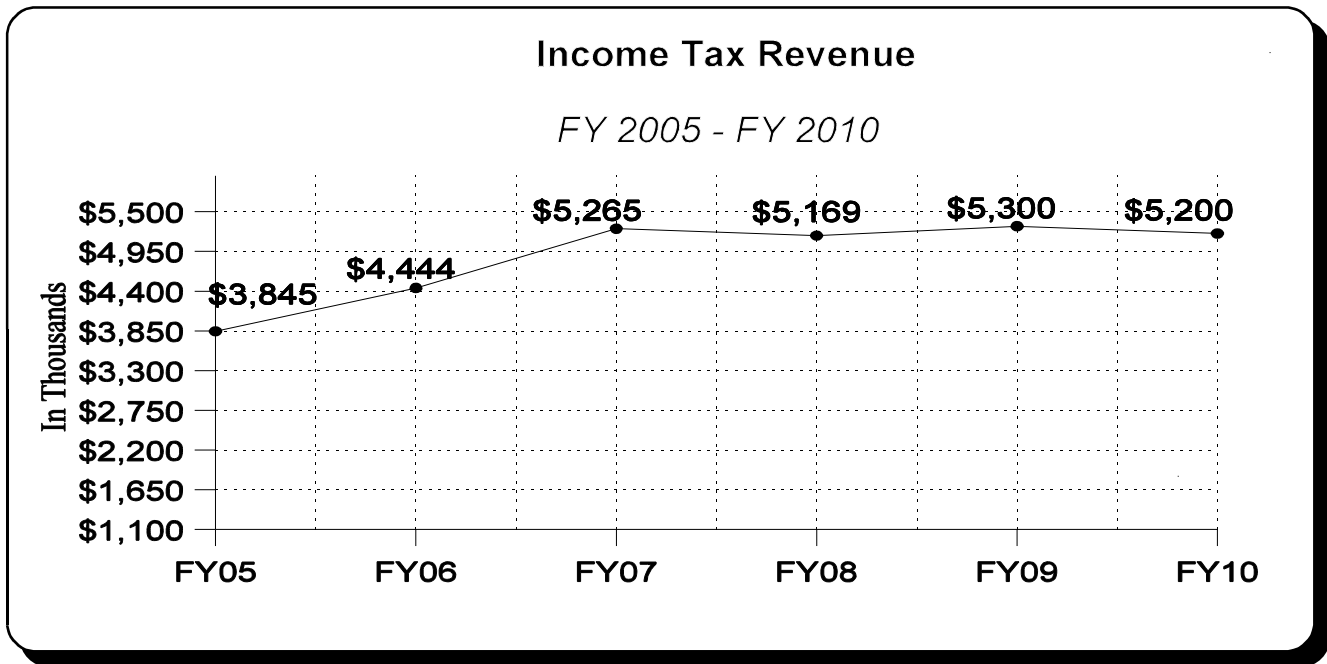
	<i>05 Actual</i>	<i>06 Actual</i>	<i>07 Actual</i>	<i>08 Actual</i>	<i>09 Adopted</i>	<i>10 Adopted</i>
Revenue	\$19,383,540	\$20,806,040	\$22,976,330	\$26,441,770	\$28,830,000	\$31,800,000
% Change		7.34%	10.43%	15.08%	9.03%	10.30%

## General Fund Revenues - Detail of Major Revenue Sources

### Income Tax Revenue

This category of revenue consists of the City's share of income taxes received by the State for returns filed from Annapolis. The income tax is the second largest source of revenue to the General Fund.

Maryland counties are able to impose an income tax that "piggy-backs" on the State income tax. Municipalities receive only a fraction of the piggy-back tax collected by the State from returns filed in the municipality; the County receives the remainder of the tax.



**Income Tax Revenue History, Projections and Percent Change**  
**FY 2005 - FY 2010**

	<i>05 Actual</i>	<i>06 Actual</i>	<i>07 Actual</i>	<i>08 Actual</i>	<i>09 Adopted</i>	<i>10 Adopted</i>
Revenue	\$3,845,710	\$4,444,410	\$5,264,850	\$5,168,800	\$5,300,000	\$5,200,000
% Change		15.57%	18.46%	-1.82%	2.54%	-1.89%

**General Fund  
Revenues - by Source  
FY 2008 - FY 2010**

Property Taxes

The real property assessment, at 100%, used to calculate the FY 2010 tax revenue budget, is \$6,000,000,000. This is a 10.3% increase over the FY 2009 assessment, at 100%, of \$5,439,600,000. The adopted tax rate for FY 2010 is 53.0 cents, which is the same rate adopted for FY 2009, per \$100 of full property value. The personal property rate remains the same at \$1.66.

<b>Property Taxes</b>	<b>FY 2008 Actual</b>	<b>FY 2009 Adopted</b>	<b>FY 2010 Adopted</b>
<b>Real Property:</b> Revenues from taxes on assessed value real estate including land, structures, and improvements.	\$26,441,760	\$28,830,000	\$31,800,000
<b>Personal Unincorporated:</b> Revenues from taxes on assessed valuation of inventory, furnishings, and fixtures of unincorporated businesses.	35,660	38,000	38,000
<b>Personal - Public Utility:</b> Revenues from taxes on assessed valuation of inventory, furnishings, and fixtures of public utilities.	993,430	976,000	1,053,000
<b>Personal Corporation:</b> Revenues from taxes on assessed valuation of inventory, furnishings, and fixtures of incorporated businesses.	1,578,870	1,500,000	1,500,000
<b>Penalties and Taxes:</b> Interest paid on delinquent taxes.	180,840	145,000	145,000
<b>Total Property Taxes</b>	<b>\$29,230,560</b>	<b>\$31,489,000</b>	<b>\$34,536,000</b>

Licenses and Permits

These budgeted adjustments are based on FY 2008 actual revenue, FY 2009 projections, and the general trend of some of these revenue sources. The decrease in building permits is due the continued decline in the building construction industry. The increase in cable TV franchise fee is due to PEG fees for capital improvements to the City TV studio.

<b>Licenses and Permits</b>	<b>FY 2008 Actual</b>	<b>FY 2009 Adopted</b>	<b>FY 2010 Adopted</b>
<b>Street Use:</b> Fees charged for the use of City street and sidewalk surfaces.	\$196,980	\$197,500	\$212,500
<b>Residential Parking Permits:</b> Revenue from permits issued for parking in residential areas.	99,510	78,500	78,500
<b>Sidewalk Cafes:</b> Fees charged for the use of City sidewalks for restaurants that have sidewalk cafes.	10,200	9,000	9,000
<b>Alcoholic Beverage Licenses:</b> Revenues from licenses issued to allow sale of beer, wine, and liquor.	301,100	310,000	370,000



**General Fund  
Revenues - by Source  
FY 2008 - FY 2010**

- continued -

<i><b>Licenses and Permits</b></i>	<i><b>FY 2008 Actual</b></i>	<i><b>FY 2009 Adopted</b></i>	<i><b>FY 2010 Adopted</b></i>
<b>Traders Licenses:</b> Fees collected from local businesses by the State and returned to the City.	77,630	80,000	80,000
<b>Vendor-Huckster Licenses:</b> Revenue from licenses issued for utility contractors and peddlers.	77,700	75,000	75,000
<b>Amusements Licenses:</b> Fees charged by the City to operate various types of amusements.	3,280	3,000	3,000
<b>Building Permits:</b> Revenue from permits issued for building construction/electrical work; plumbing, sewer, water, and gas connections.	906,890	1,430,000	1,100,000
<b>Cable TV Franchise Fees:</b> Franchise fees for cable television at 5% of gross receipts; PEG fees.	693,260	810,000	926,560
<b>Other Non-Business Licenses:</b> Revenue from the issuance of local licenses and permits not elsewhere classified.	75,830	150,000	120,000
<b>Total Licenses and Permits</b>	<b>\$2,442,380</b>	<b>\$3,143,000</b>	<b>\$2,974,560</b>

***Intergovernmental Revenues***

Although it is likely that the City will receive various grants from other agencies, some have not been included in the FY 2010 budget because the application and acceptance process have not yet been completed. The Police Protection Grant is based on a formula that is calculated by the State. Highway tax revenue and admissions receipts are estimated based on information provided to the City by the State.

<i><b>Intergovernmental Revenues</b></i>	<i><b>FY 2008 Actual</b></i>	<i><b>FY 2009 Adopted</b></i>	<i><b>FY 2010 Adopted</b></i>
<b>Other Federal Grants:</b> U.S. Environmental Protection Agency grants for habitat restoration, Federal Emergency Management Agency (FEMA) and other various grants.	24,130	520,000	520,000
<b>U.S. Department of Justice Grants:</b> U.S. Department of Justice grants that fund certain costs of local law enforcement and citizen participation in an effort to make communities safer.	39,070	0	0
<b>Police Protection Grant:</b> City's share of State funds allocated to municipalities for police protection.	1,177,850	1,200,000	1,200,000
<b>BMC Planning Grant:</b> Subsidization of transportation planning activities and salary reimbursement, administered by the Baltimore Metropolitan Council and funded by various federal and state agencies.	29,430	0	0

**General Fund  
Revenues - by Source  
FY 2008 - FY 2010**

- continued -

<i><b>Intergovernmental Revenues</b></i>	<i><b>FY 2008 Actual</b></i>	<i><b>FY 2009 Adopted</b></i>	<i><b>FY 2010 Adopted</b></i>
<b>Critical Area Grant:</b> Assistance to local governments in carrying out their responsibilities under the Chesapeake Bay Critical Area Protection Program, administered by the Critical Area Commission, State of Maryland DNR.	10,000	0	0
<b>HotSpots Grants:</b> State payments to support HotSpots neighborhood and youth programs.	130,890	0	0
<b>Maryland Emergency Management Agency (MEMA):</b> Grants for terrorism response.	504,220	0	0
<b>Miscellaneous State Grants:</b> Revenue from other state grants that are not listed separately.	248,310	300,000	300,000
<b>Highway Taxes:</b> City's share of gasoline tax and motor vehicle registrations collected by the State.	1,834,200	1,950,000	1,495,600
<b>Income Taxes:</b> City's share of income tax received by the State for returns filed from Annapolis.	5,168,800	5,300,000	5,200,000
<b>Admissions Receipts:</b> Taxes on admissions are returned to municipalities by the State on the basis of the amount collected.	909,020	900,000	900,000
<b>State Payment in Lieu of Taxes:</b> Revenue received from the State of Maryland in lieu of taxes for fire and police services.	367,000	367,000	367,000
<b>County - 911 Revenue:</b> Revenue received from a portion of the County grant to support the "911" emergency calling system.	248,340	400,000	250,000
<b>Miscellaneous County Grants:</b> Revenue from various grants from Anne Arundel County that are not listed separately.	15,850	30,000	30,000
<b>Electricity:</b> The City's share of sales tax collected on electricity use.	202,800	210,000	213,870
<b>Gas:</b> The City's share of sales tax collected on natural gas use.	28,960	30,000	30,000
<b>Telephone:</b> The City's share of sales tax collected on telephone use.	314,240	367,000	317,000
<b>Fuel:</b> The City's share of sales tax collected on fuel oil use.	2,340	3,000	3,000
<b>Hotel-Motel Tax:</b> Revenue from 7% tax levied on room receipts in the City of Annapolis.	2,138,880	2,000,000	2,100,000
<b>County Payment In Lieu of Taxes:</b> Revenue received from Anne Arundel County in lieu of taxes for fire protection coverage of the Annapolis Neck Peninsula.	760,000	810,000	0
<b>Total Intergovernmental Revenues</b>	<b>\$14,154,330</b>	<b>\$14,387,000</b>	<b>\$12,926,470</b>

**General Fund  
Revenues - by Source  
FY 2008 - FY 2010**

- continued -

Charges for Services

The budgeted increases in rental unit licenses is based on FY 2008 actual revenues, FY 2009 projections, and the general trend of the revenue source. The decrease in public facilities fees is due to eliminating the annual fee for repair and maintenance of City sidewalks.

<b>Charges for Services</b>	<b>FY 2008 Actual</b>	<b>FY 2009 Adopted</b>	<b>FY 2010 Adopted</b>
<b>Filing Fees:</b> Charges for services relating to zoning such as map enhancements, text amendments, and use permits.	\$63,980	\$110,000	\$65,000
<b>Rental Unit Licenses:</b> Revenue received for licenses issued to operate a rental dwelling unit.	663,660	550,000	650,000
<b>Fire Safety Inspection Fees:</b> Revenue received from inspections of buildings to ensure that they meet all fire safety requirements concerning life safety.	8,870	8,500	10,000
<b>Public Facilities Fees:</b> Revenues received from property owners for repair and maintenance of sidewalks.	0	510,000	0
<b>Emergency Ambulance Service Fees:</b> Charges for ambulance services provided by Emergency Medical Services (EMS) personnel.	0	600,000	600,000
<b>Parking Meter Fees:</b> Revenues from hourly parking meters located in the downtown area.	857,860	900,000	900,000
<b>Recreation Program Fees:</b> Revenues from fees for various recreation programs and classes.	328,800	310,000	320,000
<b>Recreation-Latchkey Fees:</b> Revenue from before and after school day care programs.	289,800	280,000	280,000
<b>Total Charges for Services</b>	<b>\$2,212,970</b>	<b>\$3,268,500</b>	<b>\$2,825,000</b>

Fines and Forfeitures

The budgeted decrease in auto traffic signal is based on FY 2008 actual revenue, FY 2009 projections, and the general trend of the revenue source. The continued decrease in confiscated funds is because the funds are held in escrow until they are recognized as revenues. Therefore, there are no immediate plans of using those funds in FY 2010.

<b>Fines and Forfeitures</b>	<b>FY 2008 Actual</b>	<b>FY 2009 Adopted</b>	<b>FY 2010 Adopted</b>
<b>Parking Violations:</b> Revenues from parking violation fines.	\$712,100	\$900,000	\$900,000

**General Fund  
Revenues - by Source  
FY 2008 - FY 2010**

- continued -

<i><b>Fines and Forfeitures</b></i>	<i><b>FY 2008 Actual</b></i>	<i><b>FY 2009 Adopted</b></i>	<i><b>FY 2010 Adopted</b></i>
<b>Municipal Infractions:</b> Revenues received from fines for municipal infractions.	50,040	42,000	42,000
<b>Confiscated Funds:</b> Cash and personal items seized under current law by City Police during the commission of a crime.	70,000	0	0
<b>Auto Traffic Signal:</b> Revenue from speed enforcement program.	284,390	480,000	430,000
<b>Other Fines:</b> Revenue from other miscellaneous fines and late charges on payment of fines.	109,080	28,000	28,000
<b>Total Fines and Forfeitures</b>	<b>\$1,225,610</b>	<b>\$1,450,000</b>	<b>\$1,400,000</b>

*Use of Money and Property*

The budgeted increase in rents is based on FY 2008 actual revenue, FY 2009 projections, and the general trend of the revenue source. Interest income on the short-term investment of cash balances is expected to remain constant with the amount adopted for FY09.

<i><b>Use of Money and Property</b></i>	<i><b>FY 2008 Actual</b></i>	<i><b>FY 2009 Adopted</b></i>	<i><b>FY 2010 Adopted</b></i>
<b>Interest Income:</b> Investment income of City funds.	\$1,009,340	\$600,000	\$600,000
<b>Rents:</b> Revenue from the rental of City property.	174,560	250,000	291,560
<b>Contributions and Donations:</b> Revenue from miscellaneous contributions and donations to fund City activities.	52,400	100,000	100,000
<b>Payments in Lieu of Taxes:</b> Revenues received under special legal agreements with certain entities in lieu of the regular property tax assessment.	155,220	152,100	165,000
<b>Payment for Police Services:</b> Revenues from special dedicated police services.	82,160	110,000	110,000
<b>Miscellaneous Revenues:</b> Revenues not accounted for elsewhere.	74,320	190,000	190,000
<b>Total Use of Money and Property</b>	<b>\$1,548,000</b>	<b>\$1,402,100</b>	<b>\$1,456,560</b>

**General Fund  
Revenues - by Source  
FY 2008 - FY 2010**

- continued -

*Other Financing Sources*

Proceeds from other financing sources such as the disposal of fixed assets are not usually budgeted but are part of the actual proceeds for the year.

<b><i>Other Financing Sources</i></b>	<b><i>FY 2008 Actual</i></b>	<b><i>FY 2009 Adopted</i></b>	<b><i>FY 2010 Adopted</i></b>
<b>Operating Fund Transfers:</b> Revenues from miscellaneous operating fund transfers.	2,271,340	187,560	4,959,490
<b>Appropriated Fund Balance:</b> This is not an actual revenue; however it is a source of funding relied upon in balancing the budget. This funding source provides pay-as-you-go funding support for the Capital Improvements Program. None of the general fund balance has been appropriated in FY 2010 to support pay-go project funding.	0	2,313,000	0
<b>Total Other Financing Sources</b>	<b>\$2,271,340</b>	<b>\$2,500,560</b>	<b>\$4,959,490</b>

**City of Annapolis FY 2010 Adopted Budget  
General Fund**

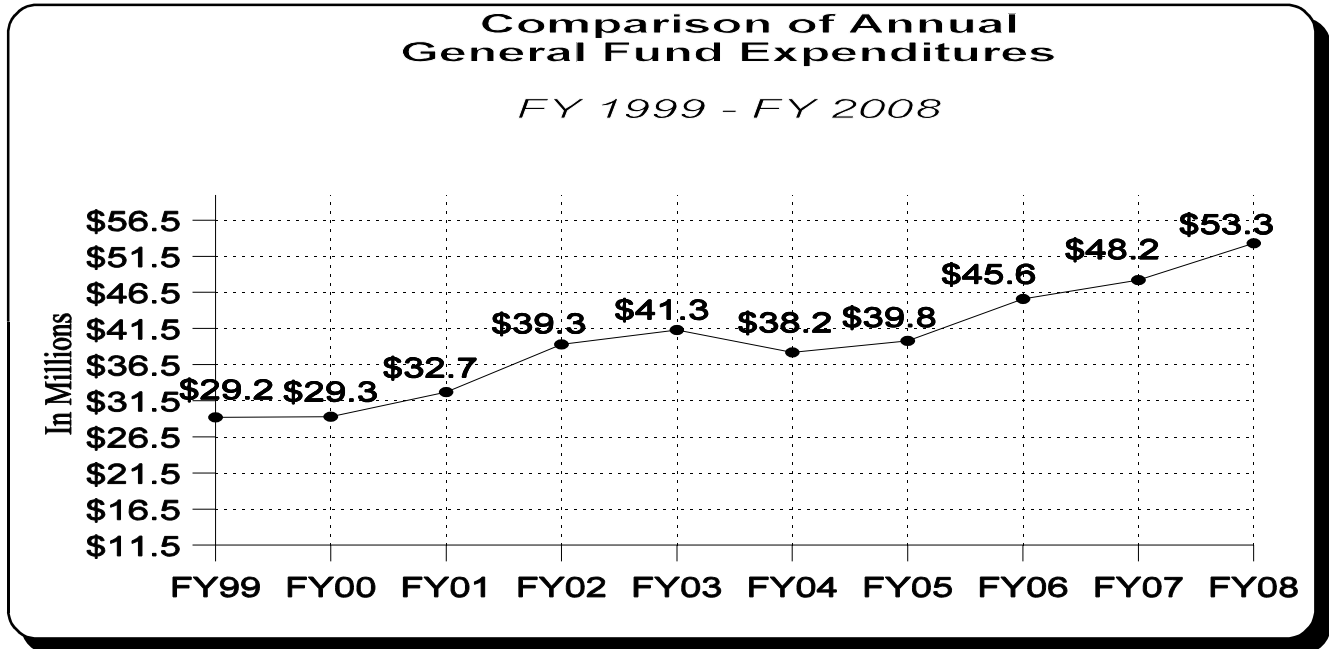
<b><i>Expenditures</i></b>	<b><i>FY 2008 Actual</i></b>	<b><i>FY 2009 Adopted</i></b>	<b><i>FY 2010 Adopted</i></b>	<b><i>Percent Change</i></b>
Personnel	\$40,481,780	\$43,114,150	\$46,076,980	6.87%
Other Operating Expenditures	9,292,100	8,122,190	8,192,200	0.86%
Capital Outlays	122,860	710,000	800,000	12.68%
Debt Service	4,024,240	6,652,560	6,037,700	-9.24%
Administrative	* (4,233,210)	* (3,067,350)	* (28,800)	99.06%
Contribution to CIP	3,623,800	2,108,610	0	-100.00%
<b>Total Expenditures</b>	<b>\$53,311,570</b>	<b>\$57,640,160</b>	<b>\$61,078,080</b>	<b>5.96%</b>

<b><i>Expenditures by Department</i></b>	<b><i>FY 2008 Actual</i></b>	<b><i>FY 2009 Adopted</i></b>	<b><i>FY 2010 Adopted</i></b>	<b><i>Percent Change</i></b>
Mayor and Aldermen	3,648,130	3,865,280	4,475,140	15.78%
Finance	2,254,770	2,378,500	2,441,640	2.65%
Economic Affairs	326,170	511,640	551,010	7.69%
Human Resources	824,210	906,940	1,003,170	10.61%
Planning & Zoning	1,711,920	1,835,460	1,841,180	0.31%
Central Services	1,880,490	2,323,130	2,314,290	-0.38%
Police	15,153,250	15,880,190	16,786,400	5.71%
Parking Operations	662,970	816,790	738,590	-9.57%
Fire	12,505,920	12,308,990	13,624,880	10.69%
Neighborhood & Environ. Programs	2,377,650	2,273,210	2,416,920	6.32%
Public Works	5,240,130	5,623,310	5,601,270	-0.39%
Recreation & Parks	3,311,130	3,222,900	3,274,690	1.61%
Debt Service	4,024,240	6,652,560	6,037,700	-9.24%
Administrative	* (4,233,210)	* (3,067,350)	* (28,800)	99.06%
Contribution to CIP	3,623,800	2,108,610	0	-100.00%
<b>Total Expenditures</b>	<b>\$53,311,570</b>	<b>\$57,640,160</b>	<b>\$61,078,080</b>	<b>5.96%</b>

\* The negative dollar amount is the result of the credit to the General Fund for indirect administrative costs allocated to each enterprise fund.

## Comparison of Annual General Fund Expenditures FY 1999 - FY 2008

This line chart indicates annual actual general fund expenditures for the ten year period ending FY 08.



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